

Message Text

LIMITED OFFICIAL USE

PAGE 01 BRASIL 02917 161222 Z

46

ACTION TAR-02

INFO OCT-01 ARA-11 ADP-00 CIAE-00 COME-00 EB-11 INR-10

LAB-06 NSAE-00 RSC-01 SIL-01 TRSE-00 L-03 STR-08

RSR-01 /055 W

----- 077551

R 161150 Z MAY 73

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 7692

INFO AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

LIMITED OFFICIAL USE BRASILIA 2917

E. O. 11652: N/ A

TAGS: ETRD, BR

SUBJECT: TARIFF COMMISSION REQUEST FOR UNIT COST DATA

REF: STATE 56272

1. REFTEL AND QUESTIONNAIRE FORMS REQUESTED DATA ON UNIT COSTS OF PRODUCTION FOR, IN CASE OF BRAZIL, THREE CATEGORIES OF LEATHER FOOTWEAR. THE EMBASSY AND CONSULATES RIO AND SAO PAULO HAVE REVIEWED INFORMATION ON HAND OR READILY OBTAINABLE AND HAVE DEVELOPED SOME LIMITED INFORMATION (PARA 2, BELOW) WHICH SUPPLEMENTS THE COMPREHENSIVE SURVEY OF BRAZIL' S SHOE INDUSTRY REPORTED IN RIO' S A-264 OF JUNE 16, 1971. BECAUSE OF THE GREAT CONCERN IN GOVERNMENT AND INDUSTRY CIRCLES OVER POSSIBLE US RESTRICTIONS AGAINST SHOE IMPORTS AND THE SMALL LIKLIHOOD OF OBTAINING COOPERATION IN COMPLETING THE QUESTIONNAIRES, POSTS DID NOT APPROACH THE INDUSTRY OR INDIVIDUAL MANUFACTURERS FOR THE INFORMATION REQUESTED.

2. PARTIAL DATA FOR TARIFF COMMISSION FORM:

SECTION A-- PRODUCTION COSTS

A) DIRECT COSTS:

(2) LABOR: AVERAGE WAGES RUN FROM 20 TO 30 CENTS PER

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 BRASIL 02917 161222 Z

HOURLY, AND MONTHLY WAGE FOR A WELL-PAID WORKER WOULD
RARELY EXCEED US\$60.

B) INDIRECT COSTS

(3) FRINGE BENEFITS: ESTIMATES FOR TOTAL SOCIAL BENEFITS
COSTS IN FOOTWEAR INDUSTRY RANGE FROM 68 PERCENT TO 92
PERCENT OF WAGE COSTS. GOVERNMENT SOURCES REGARD 86 PERCENT
AS MOST ACCURATE.

(4) PAYROLL TAXES: INCLUDED IN 86 PERCENT MENTIONED ABOVE.

(5) OTHER TAXES: ICM TURNOVER TAX (IMPOSTO SOBRE A CIRCULACAO
DE MERCADORIAS) IS 15 PERCENT.

(7) ELECTRICITY: COST OF ELECTRIC POWER FOR COMMERCIAL USERS
IS CR\$ 257.28 PER 1000 KWH PLUS CR\$7.05 PER 1000 KWH PLUS
3 PERCENT TAX.

ROUNTREE

LIMITED OFFICIAL USE

NMAFVVZCZ

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 16 MAY 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: willialc
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973BRASIL02917
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730546/aaaajhfb.tel
Line Count: 77
Locator: TEXT ON-LINE
Office: ACTION TAR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 73 STATE 56272
Review Action: RELEASED, APPROVED
Review Authority: willialc
Review Comment: n/a
Review Content Flags:
Review Date: 16 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <16-Jan-2002 by boyleja>; APPROVED <16-Jan-2002 by willialc>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> gwr 980217
Subject: TARIFF COMMISSION REQUEST FOR UNIT COST DATA
TAGS: ETRD, BR
To: RIO DE JANEIRO
SAO PAULO
SECSTATE WASHDC
TAR
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005